

APPROPRIATION COMMITTEE ADOPTIONS

As of February 24, 2006

Index

Motions with Changes to JLBC Baseline

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* New adoption in last week.

FY 2007 GENERAL FUND SUMMARY BY AGENCY

	FY 2007 JLBC	Senate	Diff from JLBC	House	Diff from JLBC
BUDGET UNITS 1/2/					
Administration, AZ Department of	\$24,781,600	\$24,781,600	0	\$24,781,600	0
Administrative Hearings, Office of	1,104,200 *	1,104,200 *	0	1,104,200 *	0
Agriculture, AZ Department of	10,224,300 *	10,224,300 *	0	10,224,300 *	0
AHCCCS	1,207,331,400	1,207,500,400	169,000	1,207,500,400	169,000
Arts, Arizona Commission on the	3,818,200 *	3,818,200 *	0	3,818,200 *	0
Attorney General - Department of Law	18,996,500	18,496,500	(500,000)	18,496,500	(500,000)
Charter Schools, State Board for	712,700 *	712,700 *	0	712,700 *	0
Commerce, Department of	11,450,100	11,450,100	0	11,450,100	0
Community Colleges, Arizona	161,536,600	164,536,600	3,000,000	164,536,600	3,000,000
Corporation Commission	5,133,000	5,133,000	0	5,133,000	0
Corrections, State Department of	732,681,700	744,414,500	11,732,800	744,414,500	11,732,800
Criminal Justice Commission, Arizona	1,302,000 *	1,302,000 *	0	1,302,000 *	0
Deaf and the Blind, Schools for the	18,014,700	18,314,700	300,000	18,314,700	300,000
Economic Security, Department of	662,048,000	676,078,300	14,030,300	676,078,300	14,030,300
Education, Department of	3,567,247,100	3,572,445,700	5,198,600	3,572,445,700	5,198,600
Emergency & Military Affairs, Dept of	13,358,300	13,858,300	500,000	13,858,300	500,000
Environmental Quality, Department of	24,347,000	28,547,000	4,200,000	28,547,000	4,200,000
Equal Opportunity, Governor's Office of	220,900 *	220,900 *	0	220,900 *	0
Equalization, State Board of	584,500	584,500	0	584,500	0
Executive Clemency, Board of	956,700 *	956,700 *	0	956,700 *	0
Financial Institutions, State Department of	3,309,400	3,425,100	115,700	3,425,100	115,700
Fire, Building and Life Safety, Department of	3,278,400 *	3,278,400 *	0	3,278,400 *	0
Geological Survey, Arizona	796,700 *	796,700 *	0	796,700 *	0
Government Information Tech. Agency	0 *	0 *	0	0 *	0
Governor, Office of the	6,288,600	6,288,600	0	6,288,600	0
Gov's Ofc of Strategic Planning & Budgeting	2,075,400	2,075,400	0	2,075,400	0
Health Services, Department of	527,277,400	526,914,700	(362,700)	526,914,700	(362,700)
Historical Society, Arizona	3,979,500 *	3,979,500 *	0	3,979,500 *	0
Historical Society, Prescott	639,100 *	639,100 *	0	639,100 *	0
Indian Affairs, AZ Commission of	205,100 *	205,100 *	0	205,100 *	0
Insurance, Department of	6,347,700 *	6,347,700 *	0	6,347,700 *	0
Judiciary					
Supreme Court	13,086,000	14,533,800	1,447,800	14,533,800	1,447,800
Court of Appeals	12,445,200	12,787,300	342,100	12,787,300	342,100
Superior Court	94,727,600	94,727,600	0	94,727,600	0
SUBTOTAL - Judiciary	120,258,800	122,048,700	1,789,900	122,048,700	1,789,900
Juvenile Corrections, Department of	73,108,900	72,615,900	(493,000)	72,615,900	(493,000)
Land Department, State	21,493,900	23,372,800	1,878,900	23,372,800	1,878,900
Law Enforcement Merit System Council	66,600 *	66,600 *	0	66,600 *	0
Legislature					
Auditor General	12,949,300	12,949,300	0	12,949,300	0
House of Representatives	12,399,900	12,399,900	0	12,399,900	0
Joint Legislative Budget Committee	2,775,000	2,775,000	0	2,775,000	0
Legislative Council	5,144,300	5,144,300	0	5,144,300	0
Library, Archives & Public Records, AZ State	7,058,100	7,058,100	0	7,058,100	0
Senate	8,109,800	8,109,800	0	8,109,800	0
SUBTOTAL - Legislature	48,436,400	48,436,400	0	48,436,400	0
Liquor Licenses & Control, Department of	4,063,700 *	4,063,700 *	0	4,063,700 *	0
Medical Student Loans, Board of	1,500,000	1,500,000	0	1,500,000	0
Mine Inspector, State	1,116,200 *	1,116,200 *	0	1,116,200 *	0
Mines & Mineral Resources, Department of	794,800 *	794,800 *	0	794,800 *	0
Navigable Stream Adjudication Commission	164,800	164,800	0	164,800	0
Nursing, State Board of	161,400 *	161,400 *	0	161,400 *	0
Occupational Safety & Health Review Board	0	0	0	0	0
Parks Board, Arizona State	22,380,500 *	22,380,500 *	0	22,380,500 *	0
Personnel Board	338,300 *	338,300 *	0	338,300 *	0
Pioneers' Home, AZ	800,100 **	800,100 **	0	800,100 **	0
Postsecondary Education, Commission for	1,620,800	9,820,800	8,200,000	9,820,800	8,200,000
Public Safety, Department of	45,281,800	155,662,100	110,380,300	155,662,100	110,380,300
Racing, Arizona Department of	2,499,500 *	2,499,500 *	0	2,499,500 *	0
Radiation Regulatory Agency	1,625,800 *	1,625,800 *	0	1,625,800 *	0
Rangers' Pensions, Arizona	13,000 *	13,000 *	0	13,000 *	0

	FY 2007 JLBC	Senate	Diff from JLBC	House	Diff from JLBC
Real Estate Department, State	3,529,500 *	3,529,500 *	0	3,529,500 *	0
Revenue, Department of	64,582,800	57,593,400	(6,989,400)	57,593,400	(6,989,400)
School Facilities Board	413,663,100	413,663,100	0	413,663,100	0
Secretary of State	6,293,900	6,860,100	566,200	6,860,100	566,200
Tax Appeals, State Board of	277,900 *	277,900 *	0	277,900 *	0
Tourism, Office of	14,986,000	14,986,000	0	14,986,000	0
Transportation, Department of	74,700	74,700	0	74,700	0
Treasurer, State	5,565,400	5,565,400	0	5,565,400	0
Uniform State Laws, Commission on	52,300 *	52,300 *	0	52,300 *	0
Universities					
Arizona State University - Main Campus	307,682,900	310,484,200	2,801,300	310,484,200	2,801,300
Arizona State University - East Campus	17,199,100	17,441,000	241,900	17,441,000	241,900
Arizona State University - West Campus	44,935,700	45,104,300	168,600	45,104,300	168,600
Northern Arizona University	121,593,000	122,038,000	445,000	122,038,000	445,000
Board of Regents	9,776,800	9,776,800	0	9,776,800	0
University of Arizona - Main Campus	285,765,300	287,449,700	1,684,400	287,449,700	1,684,400
University of Arizona - Health Sciences Center	63,422,700	63,781,500	358,800	63,781,500	358,800
SUBTOTAL - Universities	850,375,500	856,075,500	5,700,000	856,075,500	5,700,000
Veterans' Services, Department of	2,259,000 *	2,259,000 *	0	2,259,000 *	0
Water Resources, Department of	17,096,600	33,896,600	16,800,000	33,896,600	16,800,000
Weights and Measures, Department of	1,509,400	1,531,400	22,000	1,531,400	22,000
Unallocated FY 06 Employee Pay	0		0		0
State Employee Pay	0				
State Employer Health Insurance	25,000,000				
State Employer Retirement	23,558,400				
Biennial Annualizations	1,500,000				
Attorney General Cost Allocation	3,895,800				
OPERATING BUDGET TOTAL	8,799,992,400	8,922,276,800	176,238,600	8,922,276,800	176,238,600
Ladewig Litigation	99,200,000				
Flores Set-Aside	29,610,000				
Budget Stabilization Deposits	9,597,000				
Capital	15,000,000	44,049,200	29,049,200	44,049,200	29,049,200
Maximize Federal Funds	(25,000,000)				
Administrative Adjustments	23,000,000				
Revertments	(51,169,300)				
GRAND TOTAL	\$8,900,230,100	\$8,966,326,000	\$205,287,800	\$8,966,326,000	\$205,287,800

1/ Does not include proposed supplementals in individual agencies.

2/ Consent agenda adoptions assumed to be adopted at JLBC Baseline.

* Already enacted.

** Already enacted plus proposed supplemental.

FY 2007 OTHER APPROPRIATED FUNDS SUMMARY BY AGENCY

	FY 2007 JLBC	Senate	Diff from JLBC	House	Diff from JLBC
BUDGET UNITS 1/2/					
Accountancy, State Board of					
Board of Accountancy Fund	\$2,154,600 *	\$2,154,600 *	0	\$2,154,600 *	0
Acupuncture Board of Examiners					
Acupuncture Board of Examiners Fund	97,600 *	97,600 *	0	97,600 *	0
Administration, AZ Department of					
Air Quality Fund	575,100	575,100	0	575,100	0
Automation Operations Fund	22,967,900	23,467,900	500,000	23,467,900	500,000
Capital Outlay Stabilization Fund	11,029,200	11,029,200	0	11,029,200	0
Corrections Fund	669,700	669,700	0	669,700	0
Motor Vehicle Pool Revolving Fund	11,655,100	11,655,100	0	11,655,100	0
Personnel Division Fund	16,282,900	16,282,900	0	16,282,900	0
Risk Management Revolving Fund	88,086,000	88,086,000	0	88,086,000	0
Special Employee Health Insurance Trust Fund	4,924,100	4,924,100	0	4,924,100	0
State Surplus Materials Revolving Fund and Federal Surplus Materials Revolving Fund	4,555,800	4,555,800	0	4,555,800	0
Telecommunications Fund	2,170,400	2,170,400	0	2,170,400	0
Watercraft Licensing Fund	796,000	796,000	0	796,000	0
Total - AZ Department of Administration	163,712,200	164,212,200	500,000	164,212,200	500,000
Administrative Hearings, Office of					
AHCCCS Donations Fund	13,900 *	13,900 *	0	13,900 *	0
Registrar of Contractors Fund	900,500 **	0 **	(900,500)	0 **	(900,500)
Total - Office of Administrative Hearings	914,400 **	13,900 **	(900,500)	13,900 **	(900,500)
Agriculture, AZ Department of					
Aquaculture Fund	9,200 *	9,200 *	0	9,200 *	0
Egg Inspection Fund	646,200 *	646,200 *	0	646,200 *	0
Citrus, Fruit and Vegetable Revolving Fund	920,700 *	920,700 *	0	920,700 *	0
Commercial Feed Fund	270,200 *	270,200 *	0	270,200 *	0
Fertilizer Materials Fund	267,300 *	267,300 *	0	267,300 *	0
Livestock Custody Fund	79,400 *	79,400 *	0	79,400 *	0
Pesticide Fund	247,000 *	247,000 *	0	247,000 *	0
Agricultural Consulting and Training Fund	64,500 *	64,500 *	0	64,500 *	0
Dangerous Plants, Pests and Diseases Fund	21,400 *	21,400 *	0	21,400 *	0
Arizona Protected Native Plant Fund	162,100 *	162,100 *	0	162,100 *	0
Seed Law Fund	49,800 *	49,800 *	0	49,800 *	0
Total - AZ Department of Agriculture	2,737,800	2,737,800	0	2,737,800	0
AHCCCS					
Budget Neutrality Compliance Fund	2,531,900	2,531,900	0	2,531,900	0
Children's Health Insurance Program Fund	81,107,200	81,259,600	152,400	81,259,600	152,400
Healthcare Group Fund	3,602,000	3,602,000	0	3,602,000	0
Tobacco Products Tax Fund					
Emergency Health Services Account	28,680,000	28,680,000	0	28,680,000	0
Tobacco Tax and Health Care Fund					
Medically Needy Account	82,605,700	82,605,700	0	82,605,700	0
Total - AHCCCS	198,526,800	198,679,200	152,400	198,679,200	152,400
Appraisal, State Board of					
Board of Appraisal Fund	536,300 *	536,300 *	0	536,300 *	0
Attorney General - Department of Law					
Antitrust Enforcement Revolving Fund	208,200	208,200	0	208,200	0
Attorney Gen'l Legal Svcs Cost Allocation Fund	6,041,000	6,041,000	0	6,041,000	0
Collection Enforcement Revolving Fund	4,281,500	4,281,500	0	4,281,500	0
Consumer Fraud Revolving Fund	2,699,900	2,699,900	0	2,699,900	0
Interagency Service Agreements Fund	11,282,100	11,282,100	0	11,282,100	0
Risk Management Revolving Fund	8,621,500	8,621,500	0	8,621,500	0
Victims' Rights Fund	3,228,300	3,228,300	0	3,228,300	0
Total - Attorney General - Department of Law	36,362,500	36,362,500	0	36,362,500	0
Automobile Theft Authority					
Auto Theft Authority Fund	4,848,100 *	4,848,100 *	0	4,848,100 *	0
Barbers, Board of					
Board of Barbers Fund	274,600 **	274,600 **	0	274,600 **	0
Behavioral Health Examiners, Board of					
Board of Behavioral Health Examiners Fund	1,259,800 *	1,259,800 *	0	1,259,800 *	0
Chiropractic Examiners, State Board of					
Board of Chiropractic Examiners Fund	462,700 *	462,700 *	0	462,700 *	0
Commerce, Department of					

	FY 2007 JLBC	Senate	Diff from JLBC	House	Diff from JLBC
Bond Fund	131,100	131,100	0	131,100	0
CEDC Fund	2,970,200	2,970,200	0	2,970,200	0
Oil Overcharge Fund	164,800	164,800	0	164,800	0
State Lottery Fund	257,000	257,000	0	257,000	0
Total - Department of Commerce	3,523,100	3,523,100	0	3,523,100	0
Contractors, Registrar of					
Registrar of Contractors Fund	8,730,800 **	9,631,300 **	900,500	9,631,300 **	900,500
Corporation Commission					
Arizona Arts Trust Fund	44,100	44,100	0	44,100	0
Investment Management Regulatory and Enforcement Fund	828,200	828,200	0	828,200	0
Pipeline Safety Revolving Fund	0	0	0	0	0
Public Access Fund	3,404,100	3,673,000	268,900	3,673,000	268,900
Securities Regulatory and Enforcement Fund	3,505,500	3,505,500	0	3,505,500	0
Utility Regulation Revolving Fund	12,175,900	12,377,300	201,400	12,377,300	201,400
Total - Corporation Commission	19,957,800	20,428,100	470,300	20,428,100	470,300
Corrections, State Department of					
Alcohol Abuse Treatment Fund	599,300	599,300	0	599,300	0
Corrections Fund	29,024,300	29,024,300	0	29,024,300	0
Penitentiary Land Fund	869,200	869,200	0	869,200	0
Prison Construction and Operations Fund	10,250,000	10,250,000	0	10,250,000	0
State Charitable, Penal and Reformatory Institutions Land Fund	570,000	570,000	0	570,000	0
State Education Fund for Correctional Education	1,528,900	1,528,900	0	1,528,900	0
Transition Office Fund	351,400	351,400	0	351,400	0
Transition Program Drug Treatment Fund	0	0	0	0	0
Total - State Department of Corrections	43,193,100	43,193,100	0	43,193,100	0
Cosmetology, Board of					
Board of Cosmetology Fund	1,510,000 *	1,510,000 *	0	1,510,000 *	0
Criminal Justice Commission, Arizona					
Criminal Justice Enhancement Fund	552,200 *	552,200 *	0	552,200 *	0
Victim Compensation and Assistance Fund	3,400,000 *	3,400,000 *	0	3,400,000 *	0
State Aid to County Attorneys Fund	877,500 *	877,500 *	0	877,500 *	0
State Aid to Indigent Defense Fund	833,200 *	833,200 *	0	833,200 *	0
Total - Arizona Criminal Justice Commission	5,662,900 *	5,662,900 *	0	5,662,900 *	0
Deaf and the Blind, AZ Schools for the					
Schools for the Deaf and the Blind Fund	13,816,900	13,816,900	0	13,816,900	0
Telecommunications Excise Tax Fund	0	0	0	0	0
Total - AZ Schools for the Deaf and the Blind	13,816,900	13,816,900	0	13,816,900	0
Deaf and the Hard of Hearing, Comm. for the					
Telecommunication Fund for the Deaf	5,279,700 *	5,279,700 *	0	5,279,700 *	0
Dental Examiners, State Board of					
Board of Dental Examiners Fund	947,200 *	947,200 *	0	947,200 *	0
Drug & Gang Prevention Resource Center					
Drug and Gang Prevention Resource Center Fund	266,600 *	266,600 *	0	266,600 *	0
Intergovernmental Agreements and Grants	280,000 *	280,000 *	0	280,000 *	0
Total - Drug & Gang Prevention Resource Center	546,600 *	546,600 *	0	546,600 *	0
Economic Security, Department of					
Child Abuse Prevention Fund	1,569,700	1,569,700	0	1,569,700	0
Child Support Enforcement Administration Fund	13,197,800	13,197,800	0	13,197,800	0
Children and Family Services Training Program Fund	209,600	209,600	0	209,600	0
Domestic Violence Shelter Fund	1,700,000	1,700,000	0	1,700,000	0
Federal Child Care and Development Fund Block Grant	116,188,100	116,188,100	0	116,188,100	0
Federal Reed Act Grant	0	0	0	0	0
Federal Temporary Assistance for Needy Families Block Grant	239,844,400	237,217,400	(2,627,000)	237,217,400	(2,627,000)
Long Term Care System Fund	21,887,600	21,887,600	0	21,887,600	0
Public Assistance Collections Fund	473,000	473,000	0	473,000	0
Risk Management Fund	271,500	271,500	0	271,500	0
Special Administration Fund	2,158,500	2,158,500	0	2,158,500	0
Spinal and Head Injuries Trust Fund	2,508,300	2,508,300	0	2,508,300	0
Statewide Cost Allocation Plan Fund	1,000,000	1,000,000	0	1,000,000	0
Utility Assistance Fund	500,000	500,000	0	500,000	0

	FY 2007 JLBC	Senate	Diff from JLBC	House	Diff from JLBC
Workforce Investment Act Grant	55,706,300	55,706,300	0	55,706,300	0
Total - Department of Economic Security	457,214,800	454,587,800	(2,627,000)	454,587,800	(2,627,000)
Education, Department of					
Permanent State School Fund	45,220,700	45,220,700	0	45,220,700	0
Proposition 301 Fund	7,000,000	7,000,000	0	7,000,000	0
Teacher Certification Fund	1,991,600	1,991,600	0	1,991,600	0
Total - Department of Education	54,212,300	54,212,300	0	54,212,300	0
Emergency & Military Affairs, Dept of					
Emergency Response Fund	132,700	132,700	0	132,700	0
Environmental Quality, Department of					
Air Permits Administration Fund	5,502,000	5,502,000	0	5,502,000	0
Air Quality - Clean Air Subaccount	0	0	0	0	0
Air Quality Fund	2,842,700	4,802,600	1,959,900	4,802,600	1,959,900
Emissions Inspection Fund	35,752,100	35,752,100	0	35,752,100	0
Hazardous Waste Management Fund	746,100	746,100	0	746,100	0
Indirect Cost Recovery Fund	12,163,900	10,469,400	(1,694,500)	10,469,400	(1,694,500)
Recycling Fund	2,138,800	2,138,800	0	2,138,800	0
Solid Waste Fee Fund	1,411,800	1,411,800	0	1,411,800	0
Underground Storage Tank Fund	22,000	22,000	0	22,000	0
Used Oil Fund	136,600	136,600	0	136,600	0
Water Quality Fee Fund	3,853,200	4,053,200	200,000	4,053,200	200,000
Total - Department of Environmental Quality	64,569,200	65,034,600	465,400	65,034,600	465,400
Exposition and State Fair Board, AZ					
Arizona Exposition and State Fair Fund	15,123,900 *	15,123,900 *	0	15,123,900 *	0
Funeral Directors and Embalmers, Board of					
Board of Funeral Directors & Embalmers Fund	304,900 *	304,900 *	0	304,900 *	0
Game and Fish Department, AZ					
Game and Fish Fund	24,409,300 **	24,409,300 **	0	24,409,300 **	0
Waterfowl Conservation Fund	43,400 *	43,400 *	0	43,400 *	0
Wildlife Endowment Fund	16,000 *	16,000 *	0	16,000 *	0
Watercraft Licensing Fund	2,983,200 **	2,983,200 **	0	2,983,200 **	0
Game, Nongame, Fish and Endangered Species Fund	300,200 *	300,200 *	0	300,200 *	0
Total - AZ Game and Fish Department	27,752,100 **	27,752,100 **	0	27,752,100 **	0
Gaming, Department of					
Tribal State Compact Fund	1,810,500 *	1,810,500 *	0	1,810,500 *	0
State Lottery Fund	300,000 *	300,000 *	0	300,000 *	0
Arizona Benefits Fund	9,512,800 *	9,512,800 *	0	9,512,800 *	0
Total - Department of Gaming	11,623,300 *	11,623,300 *	0	11,623,300 *	0
Government Information Tech. Agency					
Information Technology Fund	2,539,200 *	2,539,200 *	0	2,539,200 *	0
Health Services, Department of					
Arizona Medical Board Fund	0	0	0	0	0
Arizona State Hospital Fund	9,564,600	9,564,600	0	9,564,600	0
ASH Land Earnings Fund	350,000	350,000	0	350,000	0
Capital Outlay Stabilization Fund	1,576,100	1,576,100	0	1,576,100	0
Child Fatality Review Fund	100,000	100,000	0	100,000	0
Emergency Medical Services Operating Fund	5,015,900	5,015,900	0	5,015,900	0
Environmental Laboratory Licensure Revolving Fund	883,200	883,200	0	883,200	0
Federal Child Care and Development Fund					
Block Grant	750,100	750,100	0	750,100	0
Hearing and Speech Professionals Fund	302,300	302,300	0	302,300	0
Indirect Cost Fund	7,299,400	7,299,400	0	7,299,400	0
Newborn Screening Program Fund	5,958,700	5,958,700	0	5,958,700	0
Nursing Care Institution Resident Protection Fund	166,500	166,500	0	166,500	0
Poison Control Fund	0	0	0	0	0
Substance Abuse Services Fund	2,500,000	2,500,000	0	2,500,000	0
Tobacco Tax and Health Care Fund					
Health Research Account	6,500,000	6,500,000	0	6,500,000	0
Tobacco Tax and Health Care Fund					
Medically Needy Account	30,624,800	30,624,800	0	30,624,800	0
Vital Records Electronic System Fund	500,000	500,000	0	500,000	0
Total - Department of Health Services	72,091,600	72,091,600	0	72,091,600	0
Historical Society, Arizona					
Capital Outlay Stabilization Fund	193,700 *	193,700 *	0	193,700 *	0
Homeopathic Medical Examiners, Board of					

	FY 2007 JLBC	Senate	Diff from JLBC	House	Diff from JLBC
Bd of Homeopathic Medical Examiners Fund	78,300 *	78,300 *	0	78,300 *	0
Housing, Department of					
Housing Trust Fund	654,200 *	654,200 *	0	654,200 *	0
Industrial Commission of AZ					
Industrial Commission Administrative Fund	17,204,000 *	17,204,000 *	0	17,204,000 *	0
Insurance, Department of					
Captive Insurance Regulatory & Supervision Fund	25,000 *	25,000 *	0	25,000 *	0
Judiciary - Supreme Court					
Confidential Intermediary and Fiduciary Fund	591,900	436,600	(155,300)	436,600	(155,300)
Court Appointed Special Advocate Fund	3,515,700	3,423,900	(91,800)	3,423,900	(91,800)
Criminal Justice Enhancement Fund	3,088,900	3,053,800	(35,100)	3,053,800	(35,100)
Defensive Driving School Fund	5,506,700	5,344,700	(162,000)	5,344,700	(162,000)
Judicial Collection Enhancement Fund	14,919,200	12,001,700	(2,917,500)	12,001,700	(2,917,500)
State Aid to the Courts Fund	2,450,500	2,442,200	(8,300)	2,442,200	(8,300)
Total - Supreme Court	30,072,900	26,702,900	(3,370,000)	26,702,900	(3,370,000)
Judiciary - Superior Court					
Criminal Justice Enhancement Fund	6,995,700	6,995,700	0	6,995,700	0
Judicial Collection Enhancement Fund	0	2,723,800	2,723,800	2,723,800	2,723,800
Drug Treatment and Education Fund	500,000	500,000	0	500,000	0
Total - Superior Court	7,495,700	10,219,500	2,723,800	10,219,500	2,723,800
SUBTOTAL - Judiciary	37,568,600	36,922,400	(646,200)	36,922,400	(646,200)
Juvenile Corrections, Department of					
Criminal Justice Enhancement Fund	585,300	685,300	100,000	685,300	100,000
State Charitable, Penal and Reformatory					
Institutions Land Fund	1,094,900	1,094,900	0	1,094,900	0
State Education Fund for Committed Youth	2,638,300	2,638,300	0	2,638,300	0
Total - Department of Juvenile Corrections	4,318,500	4,418,500	100,000	4,418,500	100,000
Land Department, State					
Environmental Special Plate Fund	266,100	220,000	(46,100)	220,000	(46,100)
ADOA Risk Management Fund	230,600	230,600	0	230,600	0
Total - State Land Department	496,700	450,600	(46,100)	450,600	(46,100)
Legislature					
Library, Archives & Public Records, AZ State					
Records Services Fund	626,700	626,700	0	626,700	0
Total - Legislature	626,700	626,700	0	626,700	0
Lottery Commission, AZ State					
State Lottery Fund	59,779,500 *	59,779,500 *	0	59,779,500 *	0
Medical Board, Arizona					
Arizona Medical Board Fund	5,169,600 *	5,169,600 *	0	5,169,600 *	0
Medical Student Loans, Board of					
Arizona Medical Board Fund	0	0	0	0	0
Medical Student Loan Fund	13,200	309,800	296,600	309,800	296,600
Total - Board of Medical Student Loans	13,200	309,800	296,600	309,800	296,600
Mine Inspector, State					
Aggregate Mining Reclamation Fund	0 *	0 *	0	0 *	0
Naturopathic Physician Examiners Board					
Naturopathic Physicians Board of Medical					
Examiners Fund	453,900 *	453,900 *	0	453,900 *	0
Nursing, State Board of					
Board of Nursing Fund	3,049,900 *	3,049,900 *	0	3,049,900 *	0
Nursing Care Institution Administrators Board					
Nursing Care Institution Administrators'					
Licensing & Assisted Living Facility					
Managers' Certification Fund	372,700 *	372,700 *	0	372,700 *	0
Occupational Therapy Examiners, Board of					
Occupational Therapy Fund	217,900 *	217,900 *	0	217,900 *	0
Opticians, State Board of Dispensing					
Board of Dispensing Opticians Fund	102,700	102,700	0	102,700	0
Optometry, State Board of					
Board of Optometry Fund	177,600 *	177,600 *	0	177,600 *	0
Osteopathic Examiners, AZ Board of					
Board of Osteopathic Examiners Fund	602,000 *	602,000 *	0	602,000 *	0
Parks Board, Arizona State					
State Parks Enhancement Fund	10,505,800 *	10,505,800 *	0	10,505,800 *	0
Law Enforcement and Boating Safety Fund	1,092,700 *	1,092,700 *	0	1,092,700 *	0
Reservation Surcharge Fund	460,300 *	460,300 *	0	460,300 *	0
Total - Arizona State Parks Board	12,058,800 *	12,058,800 *	0	12,058,800 *	0
Pharmacy, AZ State Board of					

	FY 2007 JLBC	Senate	Diff from JLBC	House	Diff from JLBC
Board of Pharmacy Fund	1,414,100 *	1,414,100 *	0	1,414,100 *	0
Physical Therapy Examiners, Board of					
Board of Physical Therapy Fund	268,400 *	268,400 *	0	268,400 *	0
Pioneers' Home, AZ					
Miners' Hospital Fund	1,468,900 *	1,468,900 *	0	1,468,900 *	0
State Charitable Fund	3,422,300 **	3,422,300 **	0	3,422,300 **	0
Total - AZ Pioneers' Home	4,891,200 **	4,891,200 **	0	4,891,200 **	0
Podiatry Examiners, State Board of					
Podiatry Fund	110,900 *	110,900 *	0	110,900 *	0
Postsecondary Education, Commission for					
Postsecondary Education Fund	2,898,800	2,898,800	0	2,898,800	0
Private Postsecondary Education, Board for					
Board for Private Postsecondary Education					
Fund	289,500 *	289,500 *	0	289,500 *	0
Psychologist Examiners, State Board of					
Board of Psychologist Examiners Fund	351,700 *	351,700 *	0	351,700 *	0
Public Safety, Department of					
Arizona Deoxyribonucleic Acid Identification					
Fund	2,582,900	2,582,900	0	2,582,900	0
Arizona Highway Patrol Fund	19,745,700	19,745,700	0	19,745,700	0
Automated Fingerprint Identification Fund	3,257,200	3,257,200	0	3,257,200	0
Crime Laboratory Assessment Fund	4,974,100	4,974,100	0	4,974,100	0
Criminal Justice Enhancement Fund	2,980,100	2,980,100	0	2,980,100	0
Highway User Revenue Fund	66,180,600	10,000,000	(56,180,600)	10,000,000	(56,180,600)
Motorcycle Safety Fund	205,000	205,000	0	205,000	0
Parity Compensation Fund	2,768,100	2,768,100	0	2,768,100	0
Risk Management Fund	296,200	296,200	0	296,200	0
Safety Enforcement and Transportation					
Infrastructure Fund	1,352,100	1,352,100	0	1,352,100	0
Sex Offender Monitoring Fund	0	0	0	0	0
State Highway Fund	41,531,800	10,000,000	(31,531,800)	10,000,000	(31,531,800)
Total - Department of Public Safety	145,873,800	58,161,400	(87,712,400)	58,161,400	(87,712,400)
Racing, Arizona Department of					
County Fair Racing Fund	300,000 *	300,000 *	0	300,000 *	0
Racing Administration Fund	45,000 *	45,000 *	0	45,000 *	0
Total - Arizona Department of Racing	345,000 *	345,000 *	0	345,000 *	0
Radiation Regulatory Agency					
State Radiologic Technologist Certification					
Fund	247,300 *	247,300 *	0	247,300 *	0
Residential Utility Consumer Office					
Residential Utility Consumer Office					
Revolving Fund	1,175,100 *	1,175,100 *	0	1,175,100 *	0
Respiratory Care Examiners, Board of					
Board of Respiratory Care Examiners' Fund	189,000 *	189,000 *	0	189,000 *	0
Retirement System, Arizona State					
Long-Term Disability Administration Account	2,897,700	2,897,700	0	2,897,700	0
State Retirement System Administration					
Account	16,892,100	16,892,100	0	16,892,100	0
Total - Arizona State Retirement System	19,789,800	19,789,800	0	19,789,800	0
Revenue, Department of					
Tobacco Tax and Health Care Fund	469,800	469,800	0	469,800	0
Estate and Unclaimed Property Fund	3,379,000	3,379,000	0	3,379,000	0
Liability Setoff Fund	393,500	393,500	0	393,500	0
Total - Department of Revenue	4,242,300	4,242,300	0	4,242,300	0
Secretary of State					
Election Systems Improvement Fund	20,000,000	20,000,000	0	20,000,000	0
Professional Employer Organization Fund	162,400	162,400	0	162,400	0
Total - Secretary of State	20,162,400	20,162,400	0	20,162,400	0
State Boards' Office					
Special Services Revolving Fund	172,100 *	172,100 *	0	172,100 *	0
Structural Pest Control Commission					
Structural Pest Control Commission Fund	1,925,700 *	1,925,700 *	0	1,925,700 *	0
Technical Registration, State Board of					
Technical Registration Fund	1,387,700 *	1,387,700 *	0	1,387,700 *	0
Transportation, Department of					
Air Quality Fund	61,500	61,500	0	61,500	0
Driving Under the Influence Abatement Fund	131,500	131,500	0	131,500	0
Highway User Revenue Fund	588,000	588,000	0	588,000	0

	FY 2007 JLBC	Senate	Diff from JLBC	House	Diff from JLBC
Motor Vehicle Liability Insurance			0		0
Enforcement Fund	1,325,600	1,577,800	252,200	1,577,800	252,200
Safety Enforcement and Transportation					
Infrastructure Fund	2,743,500	2,743,500	0	2,743,500	0
State Aviation Fund	2,029,800	2,029,800	0	2,029,800	0
State Highway Fund	366,238,600	367,681,400	1,442,800	367,681,400	1,442,800
Transportation Department Equipment Fund	35,618,500	35,618,500	0	35,618,500	0
Vehicle Inspection & Title Enforcement Fund	1,348,600	1,437,000	88,400	1,437,000	88,400
Total - Department of Transportation	410,085,600	411,869,000	1,783,400	411,869,000	1,783,400
Universities					
Arizona State University - Main Campus					
University Collections Fund	204,742,800	204,742,800	0	204,742,800	0
Arizona State University - East Campus					
University Collections Fund	14,620,400	14,620,400	0	14,620,400	0
Technology and Research Initiative Fund	2,000,000	2,000,000	0	2,000,000	0
Total - Arizona State University - East Campus	16,620,400	16,620,400	0	16,620,400	0
Arizona State University - West Campus					
University Collections Fund	19,337,600	19,337,600	0	19,337,600	0
Technology and Research Initiative Fund	1,600,000	1,600,000	0	1,600,000	0
Total - Arizona State University - West Campus	20,937,600	20,937,600	0	20,937,600	0
Northern Arizona University					
University Collections Fund	39,544,000	39,544,000	0	39,544,000	0
University of Arizona - Main Campus					
University Collections Fund	108,378,100	108,378,100	0	108,378,100	0
University of Arizona - Health Sciences Center					
University Collections Fund	15,513,600	15,513,600	0	15,513,600	0
SUBTOTAL - Universities	405,736,500	405,736,500	0	405,736,500	0
Veterans' Services, Department of					
State Veterans' Conservatorship Fund	634,900 *	634,900 *	0	634,900 *	0
State Home for Veterans' Trust Fund	11,834,600 *	11,834,600 *	0	11,834,600 *	0
Total - Department of Veterans' Services	12,469,500 *	12,469,500 *	0	12,469,500 *	0
Veterinary Medical Examining Board					
Veterinary Medical Examining Board Fund	401,600 *	401,600 *	0	401,600 *	0
Water Resources, Department of					
Assured and Adequate Water Supply Admin Fund	2,000,000	1,100,000	(900,000)	1,100,000	(900,000)
Dam Repair Fund	0	400,000	400,000	400,000	400,000
Total - Department of Water Resources	2,000,000	1,500,000	(500,000)	1,500,000	(500,000)
Weights and Measures, Department of					
Air Quality Fund	1,369,400	1,369,400	0	1,369,400	0
Motor Vehicle Liability Insurance Enf. Fund	64,100	106,700	42,600	106,700	42,600
Total - Department of Weights and Measures	1,433,500	1,476,100	42,600	1,476,100	42,600
Unallocated FY 06 Employee Pay	0				
Unallocated FY 06 Employer Retirement	0				
State Employee Pay	0				
State Employer Health Insurance	9,211,300				
State Employer Retirement	12,717,800				
Biennial Annualizations	4,900,000				
OPERATING BUDGET TOTAL	\$2,428,473,600	\$2,313,923,500	(\$87,721,000)	\$2,313,923,500	(\$87,721,000)
Autism Set-Aside	3,000,000				
Attorney General Legal Services Cost Allocation	1,142,000				
GRAND TOTAL	\$2,432,615,600	\$2,313,923,500	(\$87,721,000)	\$2,313,923,500	(\$87,721,000)
Capital	291,144,700	293,533,700	2,389,000	293,533,700	2,389,000
TOTAL APPROPRIATED	\$2,723,760,300	\$2,607,457,200	(\$85,332,000)	\$2,607,457,200	(\$85,332,000)

1/ Does not include proposed supplementals in individual agencies.

2/ Consent agenda adoptions assumed to be adopted at JLBC Baseline.

* Already enacted.

** Already enacted plus proposed supplemental.

FY 2006 SUPPLEMENTALS

	FY 2006				
	House - Senate				
	JLBC		Proposal		Diff from JLBC
<u>General Fund</u>					
Arizona Department of Education	31,669,300		16,195,400		(15,473,900)
Department of Health Services	0		350,000		350,000
General Fund - Total	\$31,669,300		\$16,545,400		(\$15,123,900)
<u>Other Funds</u>					
Arizona Department of Education	0		7,497,400		7,497,400
Department of Health Services	0		(350,000)		(350,000)
Other Funds - Total	\$0		\$7,147,400		\$7,147,400

ADOPTED BUDGETS WITH CHANGES TO JLBC

Adopted Motion

Arizona Department of Administration

I move the JLBC recommendation for the Arizona Department of Administration in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$500,000 one-time monies from the Automation Operations Fund in FY 2007 to upgrade data storage capacity at the department's automation center.
- It is the intent of the Committee to review the AZNet issue pending receipt of additional information.

Adopted Motion

Arizona Health Care Cost Containment System

I move the JLBC recommendation for the Arizona Health Care Cost Containment System in FY 2007, including footnotes, format, performance measures and statutory changes be included in the proposed budget legislation with the following changes:

- Add \$2.5 million from the General Fund to increase the number of residencies in both public and private hospitals throughout the state. This program will be further defined in separate legislation; however, it is the intent of the Committee that no money be used for administrative purposes related to this initiative.
- Add \$1.5 million from the General Fund to assist the dual eligible population in paying their Medicare Part D co-payments. It is the intent of the Committee that a threshold be established in order to determine a reasonable monthly co-payment.
- Add \$350,000 in one-time expenditures from the General Fund in order to standardize electronic data exchanges as required by the Health Insurance Portability and Accountability Act (HIPAA) of 1996. [Note: Since original adoption, a technical adjustment has been made to reflect \$152,400 from the CHIP Fund.]
- Reduce AHCCCS' Federal Expenditure Authority by \$(14,056,500) in the Arizona Long-Term Care (ALTCS) Program for a technical adjustment in order to correctly reflect ALTCS' federal expenditure authority in FY 2007.
- Reduce the AHCCCS' clawback payment by \$(4,181,000) General Fund and \$(1,105,700) County Funds in order to account for reduced payments by the state to the federal government for costs associated with the implementation of Medicare Part D. The General Fund savings of \$(4,181,000) shall be allocated to the Acute Care Cost Center at \$(3,075,300) and the Arizona Long Term Care Cost Center at \$(1,105,700)
- It is the intent of the Committee that AHCCCS begin co-payments that have not yet been implemented as part of the FY 2004 budget agreement.
- AHCCCS shall report by November 30, 2006 on the fiscal impact of implementing certain provisions in the Federal Deficit Reduction Act of 2005, which provided states greater flexibility in the operation of their Medicaid Programs. The report shall address the fiscal impact associated with enacting 1) the maximum amount of cost-sharing under this federal act subject to the federal limitations that aggregate cost-sharing and premiums could not exceed 5% of household income; 2) cost-sharing for prescription drugs that are not preferred drugs within a class and non-emergency care provided in a hospital; and 3) an

alternative benefit package that is actuarially equivalent to federal “benchmark” benefit packages.

- It is the intent of the Committee that the methodology used to reimburse hospitals for outlier inpatient costs be evaluated so as to ensure appropriate reimbursement of costs.

Adopted Motion

Attorney General – Department of Law

I move the JLBC recommendation for the Attorney General in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Reduce \$(500,000) from the General Fund in FY 2007.

Adopted JCCR Motion

Capital Outlay

I move the JLBC recommendation for the Capital Outlay Budget in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$20,000,000 from the General Fund in FY 2007 to the Arizona Board of Regents to fund 29% of the Building Renewal Formula for the University Building System. This amount includes \$6,451,900 for ASU, \$2,647,200 for NAU, and \$10,900,900 for UofA.
- Add \$3,849,200 from the General Fund in FY 2007 to the Arizona Department of Administration (ADOA) for Building Renewal. This would provide a total of \$7,249,200 to fund 29% of the Building Renewal Formula for the ADOA Building System.
- Add the following footnote:
 - The building renewal expenditure plans submitted by agencies for review by the Joint Committee on Capital Review shall identify the components for each project that incorporate energy efficient systems.
- Add \$5,200,000 from the General Fund in FY 2007 to the Arizona Department of Administration for replacement of cell locks and cell doors at state prisons.
- Add \$2,189,000 from the Corrections Fund in FY 2007 to the Arizona Department of Administration to upgrade a water treatment plant at the Arizona State Prison Complex in Yuma.
- Add \$200,000 from the State Aviation Fund in FY 2007 to the Arizona Department of Transportation for Civil Air Patrol infrastructure improvements at the Glendale Municipal Airport.
- Revise session law from FY 2006 to allow the Department of Economic Security (DES) to convey, instead of exchange, property with the City of Prescott, and to retain any proceeds from the conveyance for moving costs and to acquire office space.

Note: The total FY 2007 increase above the JLBC Baseline is: \$29,049,200 from the General Fund, \$2,189,000 from the Corrections Fund, and \$200,000 from the State Aviation Fund.

Adopted Motion

Arizona Community Colleges

I move the JLBC recommendation for the Arizona Community Colleges in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$3 million from the General Fund in FY 2007 to Pinal Community College District's capital outlay state aid, and add the following footnote: "Of the \$3,789,800 Pinal community college receives in Capital Outlay State Aid, \$2 million shall be used for construction of a regional officers training center, and \$1 million shall be used for a firefighters training facility at Central Arizona College."

Adopted Motion

Registrar of Contractors

I move the JLBC recommendation for the Registrar of Contractors in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Eliminate the reduction of \$(869,500) from Registrar of Contractors Fund in FY 2007 in the Office of Administrative Hearings Costs special line item and add \$31,000 from the Registrar of Contractors Fund to the special line item. This would provide a total of \$900,500 from the Registrar of Contractors Fund in the Office of Administrative Hearings Costs special line item.
- Add the following footnote: Any proposed transfer from the amount appropriated for the Office of Administrative Hearings Costs Special Line Item shall require prior JLBC review.

Adopted Motion

Corporation Commission

I move the JLBC recommendation for the Corporation Commission in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$201,400 and 2 FTE Positions from the Utility Regulation Revolving Fund and \$201,400 and 2 FTE Positions from the Public Access Fund in FY 2007 for information technology staffing.
- Add \$67,500 and 0.5 FTE Position from the Public Access Fund in FY 2007 for general counsel staffing.

Adopted Motion

State Department of Corrections

I move the JLBC recommendation for the State Department of Corrections in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$2,382,600 from the General Fund in FY 2007 to provide a 4.5% increase for private bed contracts comparable to the departmental increase for pay, retirement, and health benefits. In total, provides \$77,846,800 for 4,745 private beds, which includes full-year funding of 2,850 general private beds, 250 emergency beds, 645 beds to offset cancelled Newton County contract, and partial-year funding for 1,000 sex-offender beds.
- Add the following footnote:
 - The Private Prison Per Diem line item includes \$2,382,600 from the General Fund for a 4.5% increase for private prison contracts for facilities located within Arizona that house Arizona inmates as of July 1, 2006. The department shall provide this increase to all applicable contractors by August 1, 2006.
- Reduce \$(2,238,600) from the General Fund to adjust the 1,000 sex-offender bed facility opening date to December 1, 2006.
- Add \$5,825,200 from the General Fund in FY 2007 to fund private provisional bed contracts.
- Add \$1,500,000 one-time monies from the General Fund in FY 2007 to provide for additional and replacement carpool vans.
- Add \$520,800 from the General Fund in FY 2007 for increased gasoline costs to provide total fuel funding of \$2,215,000.
- Add \$3,742,800 from the General Fund in FY 2007 to provide a 6% increase similar to the AHCCCS capitation rate increase for health care costs. The increase applies to direct health care costs associated with contracted services, medications, and other medical supplies.
- Add the following footnote:
 - By October 1, 2006, the State Department of Corrections shall report to the Joint Legislative Budget Committee on “off-site” vehicles that are owned by the department and do not remain on department property at the end of the work day. These may include “take-home” vehicles as well as vehicles that are stationed off-site of department property at the end of the work day. This list will also include those vehicles that are utilized by department employees and are taken home or parked at a location other than an employee’s residence. The report shall identify all position classifications and their corresponding assignments and locations of all persons who qualify for an off-site vehicle. The report shall indicate the current number of positions and vehicles being utilized as off-site vehicles, the total number of vehicles the department owns by category, and the policy and guidelines relating to take home vehicles.

- Revise session law to also revert \$3,328,200 for the healthcare increase in FY 2007, in addition to the \$4,237,200 in FY 2007 for population growth and \$11,193,000 in FY 2008 for 3,000 private beds, if the contracts for either the privatization of the operation of Perryville or the 3,000 private beds are not finalized by March 31, 2007.
- It is the intent of the Committee to consider additional correctional officer pay adjustments later in the budget process.
- It is the intent of the Committee that an outside agency will contract for a study of entirely privatizing the provision of health care services.

Note: The total General Fund FY 2007 increase above the JLBC Baseline is \$11,732,800.

Adopted Motion

Arizona State Schools for the Deaf and the Blind

I move the JLBC recommendation for the Arizona State Schools for the Deaf and the Blind in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$300,000 from the General Fund in FY 2007 to install 3 air conditioners in dorms at the Tucson campus.

Adopted Motion

Department of Economic Security

I move the JLBC recommendation for the Department of Economic Security in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$4,505,300 from the General Fund and \$8,653,900 from matching federal expenditure authority to raise rates of community service providers and independent service agreement providers contracting with the Division of Developmental Disabilities to 97.5% of FY 2006 market rates for all services on the published rate schedule. The 97.5% benchmark is funded from the additional monies plus the \$1,509,000 from the General Fund and \$1,353,300 from matching federal expenditure authority already set aside for this purpose in the JLBC Baseline.
- Add the following footnote: The amounts above include \$6,014,300 from the state General Fund and \$10,007,200 from matching federal expenditure authority to raise rates of community service providers and independent service agreement providers contracting with the Division of Developmental Disabilities to 97.50% of FY 2006 market rates for all services on the published rate schedule. It is the intent of the Legislature that the division request the Arizona Health Care Cost Containment System to approve a capitation rate increase retroactive to July 1, 2006 to make provider rate increases effective July 1, 2006. By July 1, 2006, the division shall have obtained approval for a rate increase implementation proposal from the Arizona Health Care Cost Containment System. By August 1, 2006 the division shall have submitted its implementation plan to the Joint Legislative Budget Committee for its review. The adjusted rates shall be implemented beginning with provider payments due for services performed in August 2006. Payment for retroactive reimbursement due for services provided in July 2006 shall be paid to providers no later than September 15, 2006.
- Reduce \$(2,627,000) from the Federal TANF Block Grant in FY 2007 for caseload declines in the TANF Cash Benefits Special Line Item.
- Add the following footnote: The department shall report to the Joint Legislative Budget Committee by the end of each calendar quarter on progress made in meeting federal TANF work participation requirements.
- Amend the following footnote: ~~In addition to the amounts above, if the federal government establishes a matching grant program for state marriage skills programs within the Temporary Assistance for Needy Families Program, the sum of \$1,200,000 is appropriated from the Federal Temporary Assistance for Needy Families Block Grant in FY 2007 to the Department of Economic Security for deposit~~ THE DEPARTMENT SHALL APPLY FOR THE MAXIMUM ALLOWABLE FEDERAL TEMPORARY ASSISTANCE FOR NEEDY FAMILIES BLOCK GRANT FUNDING IN FY 2007 AVAILABLE TO THE STATE THROUGH A GRANT PROGRAM TO PROMOTE HEALTHY MARRIAGES AND RESPONSIBLE FATHERHOOD. THESE MONIES SHALL BE DEPOSITED in the Community-Based Marriage and Communication Skills Program Fund established by A.R.S. § 41-2032 for AT LEAST the following purposes:

1. Marketing and advertising of marriage skills classes.
 2. The Community-Based Relationship Skills High School Pilot Program.
- Add \$1,000,000 from the General Fund to the Domestic Violence Special Line Item to add 100 beds and add the following footnote: The department shall use at least \$500,000 from the Domestic Violence Special Line Item to increase expenditures to faith-based programs by at least \$500,000 over the FY 2006 level.
 - Add \$675,000 from the General Fund to the Vocational Rehabilitation Special Line Item to match \$2,494,000 in Federal Funds and eliminate the 500 client waiting list.
 - Add \$7,850,000 from the General Fund to increase Child Care Provider Reimbursement Rates to the 75th percentile of the 2000 Market Rate Survey and add the following footnote: Monies in the Child Care Subsidy and Transitional Child Care Special Line Items shall be use to provide services only to citizens or legal residents of the United States.
 - Add a statutory change that requires all household income to be used in determining child care assistance for the Child Care program. Currently, only income of immediate family members, and the income of other persons living in the home, which claim a member of the immediate family as a dependent for tax purposes, are used to determine assistance levels.
 - Add a statutory change that reduces the appropriation for the Division of Employment and Rehabilitation Services Operating Budget by \$(800,000) from the General Fund if A.R.S. § 46-803 and A.R.S. § 46-805, as amended by Laws 2005, Chapter 328 and this motion are not fully implemented by January 1, 2007, and require the department shall notify the Joint Legislative Budget Committee when the department has implemented all of the provisions of Chapter 328, Sections 11, 12 and 26, except as amended by this motion.
 - Add the following footnote: The department shall report by October 1, 2006 to the Joint Legislative Budget Committee the number of programs receiving reimbursements that are operated out of public school facilities, the square footage used, the number of children enrolled, and the total rent costs for each of those programs.
 - The following 3 changes have no net General Fund impact and add \$468,500 in matching federal expenditure authority:
 - Reduce the clawback payment by \$(235,000) from the General Fund for a revised estimate of payments by the state to the federal government for costs associated with the implementation of Medicare Part D.
 - Reverse the JLBC Baseline backfill of Long Term Care System Fund monies, which required adding \$849,800 from the General Fund and \$1,694,500 from matching federal expenditure authority to the Baseline. Based on subsequent analysis, the Long Term Care System Fund monies had never been expended and do not require backfilling.
 - Add \$1,084,800 from the General Fund and \$2,163,000 from matching federal expenditure authority to the Home and Community Based Services line item in the Long Term Care cost center to correct a technical error.

Note: The total General Fund increase over the JLBC Recommendation is \$14,030,300.

Adopted Motion

Arizona Department of Education

I move the JLBC recommendation for the Arizona Department of Education in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

FY 2006 Supplemental

Reduce the JLBC Baseline General Fund supplemental by \$(15,473,900). This would reduce the General Fund supplemental from \$31,669,300 to \$16,195,400. The combination of this amount plus \$7,497,400 in FY 2005 carry forward monies from the Permanent State School Fund would provide \$23,692,800 in total supplemental funding for FY 2006, which would equal the current department estimate.

FY 2007 Budget

- Add \$2,139,800 from the General Fund in FY 2007 to fully fund Truth in Taxation adjustments, as outlined in the JLBC Staff memo of February 16, 2006.
- Add \$2,767,700 from the General Fund in FY 2007 for Achievement Testing.
- Add \$291,100 and 4 FTE Positions from the General Fund in FY 2007 to the operating budget of the Administration cost center for Average Daily Membership audits.
- Add the following footnote: "The appropriated amount includes \$291,100 and 4 FTE Positions for Average Daily Membership auditing."
- Modify A.R.S. § 15-915 to allow upward revision of prior year Average Daily Membership counts to occur only during the first six months after the end of a fiscal year rather than for three years.
- It is the intent of the Committee that the issue of eliminating the K-12 Rollover be reviewed when the Legislature considers truth in budgeting initiatives.
- It is the intent of the Committee that adjustments to Basic State Aid for such issues as teacher compensation or expansion or reforms of existing funding formulas be addressed at a later time in the budget process.

Note: The motion reduces funding below the JLBC General Fund Baseline by \$(15,473,900) in FY 2006 and increases funding above the JLBC General Fund Baseline by \$5,198,600 in FY 2007.

Adopted Motion

Department of Emergency and Military Affairs

I move the JLBC recommendation for the Department of Emergency and Military Affairs in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Move \$1,592,200 and 24 FTE's from the General Fund in FY 2007 from the department's operating fund to the new Project Challenge Special Line Item. Delete footnote that allocates a portion of the operating budget for Project Challenge.
- Add \$500,000 from the General Fund to restore one-time FY 2006 Project Challenge funding that had been removed in the JLBC baseline. The \$500,000 in FY 2006 and FY 2007 will be used by the Department for the state's share of a \$5.0 million building to be constructed at the Queen Creek campus.
- Add the following footnote: It is the Committee's intent that the Department of Emergency and Military Affairs shall submit a request to the U.S. Department of Defense by September 30, 2006 to allow the Department of Emergency and Military Affairs to conduct training exercises for Arizona National Guard Units at the Arizona-Mexico border.
- Add the following footnote: It is the intent of the Committee to address resources for the National Guard to increase border security either in separate legislation or later in the budget process.

Adopted Motion

Department of Environmental Quality

I move the JLBC recommendation for the Department of Environmental Quality in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$200,000 from the General Fund and \$200,000 from the Water Quality Fee Fund in FY 2007 for a one-time appropriation to fund water quality permit contractors, and add the following footnote: The Arizona Department of Environmental Quality shall submit to the JLBC for review a written report detailing the maximum, minimum, and average water quality permit processing times for FY 2006 and FY 2007 by December 1, 2006. The FY 2007 data shall contain the year to date actual data, and projected totals for FY 2007. This report shall also include total number of staff hours devoted to water quality permit processing in FY 2006 and FY 2007, the total costs to process these permits, and the progress made in reducing water quality permit processing times.
- Add \$1,959,900 from the Air Quality Fund in FY 2007 for the correction of a technical error.
- Reduce \$(1,694,500) from the Indirect Cost Recovery Fund in FY 2007 and add the following footnote: All Indirect Cost Recovery Fund revenues received by the Arizona Department of Environmental Quality in excess of \$10,469,400 in FY 2007 are appropriated to the department. Before the expenditure of Indirect Cost Recovery Fund receipts in excess of \$10,469,400 in FY 2007, the Arizona Department of Environmental Quality shall submit the intended use of the monies to the JLBC for review.
- Shift \$472,000 and 9 FTE's from the General Fund in FY 2007 in the Surface Water Regulation Special Line Item to a new Arizona Pollution Discharge Elimination System (AZPDES) Special Line Item.
- Replace the proposed JLBC AZDPES footnote with the following footnote: Any proposed transfer from the amount appropriated for the Arizona Pollution Discharge Elimination System Special Line Item shall require prior JLBC review.
- Add \$4.0 million dollars from the General Fund to the WQARF Program, and add the following footnote: It is the intent of the Committee that a portion of these funds be appropriated to the Auditor General for the purpose of hiring a consultant to perform an outside audit of the WQARF program, which is to include a sampling of WQARF sites to determine whether any improvements could be made to the program which would result in efficiency savings of time or funding required in the remediation of listed sites. The Auditor General shall present the findings of this report to the Joint Legislative Audit Committee by February 1, 2007.

Adopted Motion

Department of Financial Institutions

I move the JLBC recommendation for the Department of Financial Institutions in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$65,300 from the General Fund in FY 2007 for 1 Regulatory Services Officer position.
- Add \$50,400 from the General Fund in FY 2007 for 1 Financial Institutions Examiner position.

Adopted Motion

Department of Health Services

I move the JLBC recommendation for the Department of Health Services in FY 2007, including footnotes, format, performance measures and statutory changes be included in the proposed budget legislation with the following changes:

- Add \$480,000 from the General Fund in order to pay the copayments of the dual eligible population related to the implementation of Medicare Part D.
- Add \$300,000 from the General Fund for maintenance agreements and costs associated with equipment at the State Laboratory in Phoenix.
- Reduce the DHS' clawback payment by \$(1,142,700) General Fund in order to account for reduced payments by the state to the federal government for costs associated with the implementation of Medicare Part D.
- DHS shall report to the JLBC 30 days after the end of each calendar quarter on the process the agency is making towards settling the *Arnold v Sarn* lawsuit.
- It is the intent of the Committee to reconsider salaries of direct care workers and on-call psychiatrists at the Arizona State Hospital when all other pay adjustments are considered.
- Add the following footnote: The department shall expend Tobacco Tax and General Fund monies from the Non-Title XIX SMI Special Line Item in proportion to the line item's funding.

FY 2006

- Add \$350,000 from the General Fund and reduce \$(350,000) from the Poison Control Fund in FY 2006 in order to address a shortfall in the Poison Control Fund.
- It is the intent of the Committee to review supplemental adjustments related to clawback payments after additional caseload information is available.

Adopted Motion

Judiciary

I move the JLBC recommendation for the Judiciary in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

Court of Appeals

- Add \$205,400 from the General Fund (of which \$148,100 is for the Court of Appeals Division I and \$57,300 is for the Court of Appeals Division II) in FY 2007 for the annual cost of a Law Clerk market adjustment.
- Add \$33,700 from the General Fund in FY 2007 to the Court of Appeals Division I for a voice-over-internet-protocol telephone system.
- Add \$8,700 from the General Fund in FY 2007 to the Court of Appeals Division I for a lease payment for 40 computers. An additional 80 computers (for a total of 120) would be leased in the next two years at an additional cost.
- Add \$12,800 from the General Fund in FY 2007 to the Court of Appeals Division I to upgrade the position of Senior Desktop/Equipment support position.
- Add \$30,000 from the General Fund in FY 2007 to the Court of Appeals Division I for archiving expenses. This appropriation does not commit the Legislature to provide additional funding in future fiscal years.
- Add \$27,500 in one-time monies from the General Fund in FY 2007 to the Court of Appeals Division II for the replacement of a server.
- Add \$6,000 in one-time monies from the General Fund in FY 2007 to the Court of Appeals Division II for a digital postage meter.
- Add \$5,000 from the General Fund in FY 2007 to the Court of Appeals Division II for court security.
- Add \$3,000 from the General Fund in FY 2007 to the Court of Appeals Division II for legal research materials.
- Add \$10,000 from the General Fund in FY 2007 to the Court of Appeals Division II for travel costs.

NOTE: The total FY 2007 General Fund increase for the Court of Appeals above the JLBC Baseline is \$342,100.

Superior Court

- Add a Probation Surcharge Special Line Item to the Superior Court budget. Shift \$2,723,800 from the Judicial Collection Enhancement Fund (JCEF) in the Supreme Courts Automation Special Line Item to the Probation Surcharge Special Line Item. The shift more accurately displays the use of these funds. Add the following footnote:
 - All Judicial Collection Enhancement Fund receipts received by the Administrative Office of the Courts resulting from the probation surcharge in excess of \$2,723,800 in FY 2007 are appropriated to the Superior Court. Before the expenditure of Judicial Collection Enhancement Fund receipts in excess of \$2,723,800 in FY 2007, the Administrative Office of the Courts shall submit the intended use of the monies for review by the Joint Legislative Budget Committee.

- Add the following footnotes:
 - The Administrative Office of the Courts shall include with their FY 2008 budget request, a report indicating on a county-by-county basis, the number authorized and filled case carrying probation positions and non case carrying positions, distinguishing between Adult Standard, Adult Intensive, Juvenile Standard and Juvenile Intensive. The report shall indicate the level of state probation funding, other state funding, county funding and probation surcharge funding for those positions. The report shall provide this information for FY 2006 actual, FY 2007 estimated and FY 2008 requested amounts.
 - In their FY 2008 budget request the Administrative Office of the Courts (AOC) shall report on the amount of monies from Adult Intensive, Adult Standard, Juvenile Intensive and Juvenile Standard line items that the AOC does not distribute as direct aid to counties. The report shall delineate how the AOC expends these monies that are not distributed as direct aid to counties. The report shall include this information for FY 2006 actual, FY 2007 estimated and FY 2008 requested amounts.

Supreme Court

- Add \$1,400,000 from the General Fund in FY 2007 for the Supreme Court's lease-purchase payment. Reduce \$(646,200) from other appropriated funds including:
 - Confidential Intermediary and Fiduciary Fund - \$(155,300)
 - Court Appointed Special Advocate Fund - \$(91,800)
 - Criminal Justice Enhancement Fund - \$(35,100)
 - Defensive Driving School Fund - \$(162,000)
 - Judicial Collection Enhancement Fund - \$(193,700)
 - State Aid to the Courts Fund - \$(8,300)

This provides a total of \$3,755,800 from the General Fund to fully fund the lease-purchase payment for the Supreme Court's building.
- Add \$47,800 from the General Fund in FY 2007 for the annual cost of a Law Clerk market adjustment.
- Modify the existing JLBC footnotes in the Supreme Court budget unit as follows:
 - All Judicial Collection Enhancement Fund receipts received by the Administrative Office of the Courts, from sources other than the probation surcharge, in excess of ~~\$14,919,200~~ \$12,195,400 in FY 2007 are appropriated to the Supreme Court. Before the expenditure of Judicial Collection Enhancement Fund receipts in excess of ~~\$14,919,200~~ \$12,195,400 in FY 2007, the Administrative Office of the Courts shall submit the intended use of the monies for review by the Joint Legislative Budget Committee.
 - The Administrative Office of the Courts shall submit the intended use of any ~~federal~~-reimbursement monies RECEIVED for review to the Joint Legislative Budget Committee prior to their expenditure.

Adopted Motion

Department of Juvenile Corrections

I move the JLBC recommendation for the Department of Juvenile Corrections in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Reduce \$(493,000) and (13) FTE Positions from the General Fund and add \$100,000 and 3 FTE Positions from the Criminal Justice Enhancement Fund in FY 2007 to reduce the increase in funded beds. The appropriation shall permit the department to increase its bed capacity from 623 in FY 2006 to 655 in FY 2007, the level recommended by the Executive. The original JLBC Baseline would have funded 671 beds.
- It is the intent of the Committee that the department request a risk management loss control grant from the Arizona Department of Administration to bring a well at Adobe Mountain School into compliance with new federal arsenic regulations.
- It is the intent of the committee to reconsider the Department of Juvenile Corrections salary adjustments upon finalization of the Department of Corrections salary adjustments.

Adopted Motion

State Land Department

I move the JLBC recommendation for the State Land Department in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$250,000 from the General Fund and reduce \$(46,100) from the Environmental Special Plate Fund in FY 2007 for Natural Resource Conservation District Funding.
- Add one-time funding of \$1,500,000 from the General Fund in FY 2007 for fire suppression expenses.
- Add \$128,900 and 2 FTE Positions from the General Fund in FY 2007 for additional fire suppression resources.
- Add a new Special Line Item for Fire Suppression Operating Expenses. The amount of \$1,743,300 and 30 FTE Positions will be transferred from the operating budget to this new Special Line Item. These resources are distinct from the \$3 million for Fire Suppression which is authorized by ARS Section 37-623 and does not appear in the General Appropriations Act.
- It is the intent of the committee to consider additional FY 2006 funding for the State Land Department for outstanding fire suppression expenses after additional information is received regarding a complete set of claims and the reimbursement process.

Adopted Motion

Board of Medical Student Loans

I move the JLBC recommendation for the Board of Medical Student Loans in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$296,600 from the Medical Student Loan Fund in FY 2007.

Adopted Motion

Commission for Postsecondary Education

I move the following addition to the previously approved motion for the Commission for Postsecondary Education:

- Add \$8.2 million from the General Fund in FY 2007 for Higher Education School Choice Scholarships.

Adopted Motion

Department of Public Safety

I move the JLBC recommendation for the Department of Public Safety (DPS) in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$56,734,600 to the General Fund and reduce \$(56,180,600) from the Highway User Revenue Fund (HURF) in FY 2007 to fund DPS at its \$10 million HURF statutory cap. The Legislature may reconsider the General Fund and HURF funding mix in FY 2008.
- Add \$31,531,800 to the General Fund and reduce \$(31,531,800) from the State Highway Fund in FY 2007 to fund DPS at its \$10 million State Highway Fund statutory cap. The Legislature may reconsider the General Fund and State Highway Fund funding mix in FY 2008.
- Add \$10,000,000 to the General Fund in FY 2007 to expand the existing Gang Intelligence Team Enforcement Mission into a multi-jurisdiction task force known as the Gang and Immigration Intelligence Team Enforcement Mission (GITEM). Add the following footnotes:
 - The GITEM appropriation includes an additional \$10,000,000 which is to be used for all existing gang functions and new functions relating to immigration enforcement, including border security and border personnel. This appropriation is for the purpose of expanding the existing Gang Intelligence Team Enforcement Mission and not to add a new unit or increased administration to the mission.
 - Prior to expending the \$10,000,000, the department shall submit an expenditure plan to the Joint Legislative Budget Committee for review. Within 30 days of the last day of each calendar quarter, the department shall provide a summary of quarterly and year-to-date expenditures to the Joint Legislative Budget Committee.
 - ~~It is the intent of the Legislature that monies appropriated to the GITEM Special Line Item shall not be allocated by the Department of Public Safety to any county with a population greater than 750,000 or to any city or town located within a county with a population greater than 750,000.~~ The Department of Public Safety shall use the monies appropriated for GITEM for an agreement or contract with a city, town, county or other entity to provide services for the GITEM program, the city, town, county or other entity shall provide ~~25%~~ 15% of the cost of the services and the Department of Public Safety shall provide ~~75%~~ 85% of the cost for each agreement or contract.
- Add \$10,000,000 and 100 FTE Positions from the General Fund in FY 2007 for additional Department of Public Safety sworn personnel for GITEM. Add the following footnotes:
 - The GITEM appropriation includes an additional \$10,000,000 which is to be used for the Gang and Immigration Intelligence Team Enforcement Mission and is for additional Department of Public Safety sworn personnel for immigration and

- border security. This appropriation is for the purpose of expanding the existing gang intelligence team enforcement mission and not to add a new unit or increased administration to the mission.
- Prior to expending the \$10,000,000, the department shall submit an expenditure plan to the Joint Legislative Budget Committee for review. Within 30 days of the last day of each calendar quarter, the department shall provide a summary of quarterly and year-to-date expenditures to the Joint Legislative Budget Committee.
 - Add the following footnote:
 - By October 1, 2006, the Department of Public Safety shall report to the Joint Legislative Budget Committee on take home vehicles, which are owned by the department and assigned on a 24-hour basis to employees or other individuals. The report shall identify all position classifications and their corresponding assignments and locations of all persons who qualify for a take home vehicle. The report shall indicate the current number of positions and vehicles being utilized as take home vehicles, the total number of vehicles the department owns by category, and the policy and guidelines relating to take home vehicles.
 - Add \$429,900 and 5 FTE Positions from the General Fund in FY 2007 for DPS Support Staff.
 - Add \$161,700 and 4 FTE Positions from the General Fund in FY 2007 for 911 call takers.
 - Add a Motor Vehicle Fuel Special Line Item. Shift \$2,286,500 (\$718,400 from the General Fund, \$668,400 from the State Highway Fund, \$231,300 from the Highway Patrol Fund and \$668,400 from HURF) in the Department of Public Safety's budget to the Motor Vehicle Fuel Special Line Item.
 - Add \$1,522,300 from the General Fund to the Motor Vehicle Fuel Special Line Item. The additional monies would provide the department with a total appropriation of \$3,808,800 for motor vehicle fuel. This amount represents an increase of 27.8% above actual FY 2005 expenditures.
 - Remove 1 FTE Position from the Highway User Revenue Fund for a technical adjustment.
 - Add statutory language which would limit the transportation of occupants in all Department of Public Safety fixed wing aircraft to only Department of Public Safety employees and employees of federal, state or local law enforcement agencies.

Adopted Motion

Department of Revenue

I move the JLBC recommendation for the Department of Revenue in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Reduce \$(6,989,400) and (103) FTE Positions from the General Fund in FY 2007 for the elimination of the Revenue Generating Program Special Line Item.
- It is the intent of the Committee to review the issues related to the Business Reengineering/Integrated Tax System (BRITS) and the Ladewig settlement pending receipt of additional information.

Adopted Motion

Secretary of State

I move the JLBC recommendation for the Secretary of State in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$566,200 from the General Fund to the Election Services line item in FY 2007 for election expenses, including voter education, and add the following footnote: Any proposed transfer to or from the amounts appropriated for the Election Services line item shall require prior JLBC review.

Adopted Motion

Arizona Department of Transportation

I move the JLBC recommendation for the Arizona Department of Transportation in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$1,099,500 and 25 FTE Positions from the State Highway Fund in FY 2007 for Motor Vehicle Division customer service staff to reduce customer wait time and add the following footnote: It is the intent of the Legislature that the Motor Vehicle Division may use seasonal and temporary customer service positions to help staff Motor Vehicle Division field offices.
- Add \$166,500 and 4 FTE Positions from the State Highway Fund in FY 2007 for Motor Vehicle Division call center staff to reduce telephone wait time to speak to a Motor Vehicle Division employee.
- Add \$163,800 and 2 FTE Positions from the Motor Vehicle Liability Insurance Enforcement Fund in FY 2007 to improve supervisor coverage at the Nogales and Lukeville ports-of-entry.
- Add a total of \$265,200 and 6 FTE Positions in FY 2007, including \$176,800 and 4 FTE Positions from the State Highway Fund and \$88,400 and 2 FTE Positions from the Motor Vehicle Liability Insurance Enforcement Fund, for Motor Vehicle Division staff to eliminate the waiting list for private entities to become authorized third parties pursuant to A.R.S. § 28-5101 to administer title and registration services. Add the following footnote: It is the intent of the Legislature that this funding will not be continued in FY 2008 if the number of title and registration third parties does not reach 145 by December 31, 2006.
- Add \$88,400 and 2 FTE Positions from the Vehicle Inspection and Title Enforcement Fund in FY 2007 for Motor Vehicle Division staff to eliminate the waiting list for private entities to become authorized third parties pursuant to A.R.S. § 28-5101 to administer vehicle identification number inspections. Add the following footnote: It is the intent of the Legislature that this funding will not be continued in FY 2008 if the waiting list for vehicle identification number inspection third parties is not eliminated by December 31, 2006.
- Change the name of the Motor Vehicle Division special line item from "Third Party Drivers Licenses" to "New Third Party Funding", and transfer \$113,400 and 3 FTE Positions for title and registration quality assurance from the operating budget to the special line.
- Add the following footnote: The New Third Party Funding special line includes a total of \$671,700 and 16 FTE Positions for Motor Vehicle Division third party workload. The amounts include \$318,100 and 8 FTE Positions added in FY 2006, and \$353,600 and 8 FTE Positions added in FY 2007. The FY 2006 amounts added \$113,400 and 3 FTE Positions for title and registration quality assurance, and \$204,700 and 5 FTE Positions to allow commercial driver schools and up to 15 motorcycle dealers to become authorized third parties to administer their respective

driver license examination. The FY 2007 amounts include \$265,200 and 6 FTE Positions to contract with 145 authorized title and registration third parties and \$88,400 and 2 FTE Positions to eliminate the vehicle identification number inspections waiting list.

- Delete the JLBC recommended third party reporting footnote and replace it with the following: ~~The appropriation for the Motor Vehicle Division includes an increase of \$140,000 and 3 FTE Positions for increased workload in third party quality assurance.~~ The department shall submit quarterly progress reports to the Joint Legislative Budget Committee for review of their progress in increasing third party transactions, the status of MOTOR VEHICLE DIVISION third party ~~quality assurance~~ staffing, workload, backlog and the moratorium on accepting new third parties. THE QUARTERLY PROGRESS REPORT SHALL ALSO INCLUDE THE NUMBER OF EXISTING THIRD PARTIES AND THE NUMBER OF ENTITIES ON THE THIRD PARTY WAITING LISTS. THE QUARTERLY REPORT SHALL ADDRESS TITLE AND REGISTRATION, VEHICLE IDENTIFICATION NUMBER INSPECTION, COMMERCIAL DRIVER LICENSE EXAMINATION, NON-COMMERCIAL DRIVER LICENSE EXAMINATION, COMMERCIAL DRIVER TRAINING SCHOOL, NON-COMMERCIAL DRIVER TRAINING SCHOOL, AND TRAFFIC SURVIVAL SCHOOL. The reports are due within 30 days after the end of each calendar quarter.
- Add the following footnote: It is the intent of the Legislature that the Arizona Department of Transportation identify in their FY 2008 budget request the total third party staff resources.
- Add the following footnote: The Arizona Department of Transportation shall report to the Joint Legislative Budget Committee for review by November 30, 2006, whether the percent of reviewed third party transactions can be reduced below 10% and still retain statistical validity.

Note: The total FY 2007 increase above the JLBC Baseline is: \$1,442,800 State Highway Fund; \$252,200 Motor Vehicle Liability Insurance Enforcement Fund; and, \$88,400 Vehicle Inspection and Title Enforcement Fund.

Adopted Motion

Arizona University System

I move the JLBC recommendation for the Arizona University System in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Revise the FY 2007 transfer amounts from the Arizona State University – Main Campus operating budget to the ASU-Main Downtown Phoenix Campus Special Line Item, with no net change to the overall budget. The amount of the General Fund transfer shall be \$15,401,300 rather than \$18,902,800. The amount of the University Collections Fund transfer shall be \$14,146,900 rather than \$12,381,400.
- Add \$5.7 million to the system from the General Fund in FY 2007 to recognize the Chapter 1 pay raise in the enrollment growth formula and to address additional exemptions in the over 155 credit hour reduction. In addition to the exemptions currently in statute, the following credits shall not be counted towards the credit hour threshold:
 - Credits earned in pursuit of a graduate degree
 - Credits earned in pursuit of a 2nd bachelor's degree
 - Credits earned in pursuit of a teaching certification
 - Credits transferred from a private or out-of-state higher education institution
 - Credits earned by students more than 24 months after the end of their previous enrollment at a state higher education institution
 - Credits earned at a previous institution but not accepted for transfer by the current institution
- It is the intent of this Committee to address university building renewal issues during adoption of the capital budget recommendation.

Arizona University System General Fund Additions above FY 2006				
	JLBC Recommended Changes	Appropriations Committee Additions	Chapter 1 Salary Increase	Total Net Addition
ABOR	\$ 671,600	\$ 0	\$ 98,200	\$ 769,800
ASU-M	6,718,000	2,801,300	23,035,300	32,554,600
ASU-E	1,804,400	241,900	1,383,200	3,429,500
ASU-W	903,700	168,600	2,693,700	3,766,000
NAU	(743,800)	445,000	7,192,700	6,893,900
UA-M	(2,334,800)	1,684,400	18,850,800	18,200,400
UA-HSC	214,100	358,800	3,490,500	4,063,400
TOTAL	\$7,233,200	\$5,700,000	\$56,744,400	\$69,677,600

Adopted Motion

Department of Water Resources

I move the JLBC recommendation for the Department of Water Resources in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add one-time monies of \$1,700,000 and 12 FTE Positions from the General Fund and reduce \$(900,000) and (6) FTE Positions from the Assured and Adequate Water Supply Administration (AAWSA) Fund in FY 2007 for the Assured and Adequate Water Supply Special Line Item and add the following footnotes:
 - It is the intent of the committee that monies in the Assured and Adequate Water Supply Special Line Item will only be spent for the Assured and Adequate Water Supply Program and not be made available for other department operating expenditures.
 - Any proposed transfer to or from the amount appropriated for the Assured and Adequate Water Supply Special Line Item shall require prior JLBC review.
 - Prior to August 1, 2006, the department shall submit an expenditure plan to the JLBC describing how the monies in the Assured and Adequate Water Supply Special Line Item will be used to accelerate the Assured and Adequate Water Supply Program application process. The expenditure plan shall include information on the number and processing time of applications received by the program.
 - The department shall report on the amount of fees collected by the Assured and Adequate Water Supply Program within 30 days of the end of each calendar year quarter.

Note: This motion would result in a \$2.8 million Assured and Adequate Supply Program with 18 FTE Positions. Of the \$2.8 million, \$1.7 million is from the General Fund and \$1.1 million is from the AAWSA Fund.

- Add one-time monies of \$1,100,000 from the General Fund and \$400,000 from the Dam Repair Fund in FY 2007 for the new Williams Dam Repair Special Line Item and add the following footnote:
 - The \$1,500,000 for the Williams Dam Repair special line item shall be used along with \$136,000 in local monies and in-kind contributions to repair the City of Williams Dam.
- Add one-time monies of \$500,000 from the General Fund in FY 2007 for costs related to the Gila and Little Colorado River adjudications, including technical support for the adjudication courts, preparation of hydrographic survey reports and technical reports required for the approval of Indian Water Settlements.

- Add one-time monies of \$13,500,000 from the General Fund to the Water Banking Fund for purposes related to Indian Firming and add the following footnote:
 - The \$13,500,000 deposit to the Water Banking Fund shall be used to carry out State obligations related to Indian Firming. The department shall report its expenditure plans for these funds to the JLBC by November 30, 2006.

Adopted Motion

Department of Weights and Measures

I move the JLBC recommendation for the Department of Weights and Measures in FY 2007, including footnotes, format, performance measures, and statutory changes if applicable, be included in the proposed budget legislation with the following changes:

- Add \$22,000 in one-time monies from the General Fund in FY 2007 for laptops.
- Add \$42,600 from the Motor Vehicle Liability Insurance Enforcement Fund in FY 2007 for one (1) additional taxi field inspector position.